



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

RQ-2

JUL 23 1997

R. Richard Ryan, Treasurer  
Stonewall Democratic Club  
7985 Santa Monica Blvd. #325  
West Hollywood, CA 90069

Identification Number: C00323923

Reference: Year End Report (11/26/96-12/31/96)

Dear Mr. Ryan:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Line 18 of the Detailed Summary Page of your report discloses a total of \$1,531.17 in transfers from non-federal account for joint activity. The sum of the entries itemized on Schedule H3, however, indicates the total to be \$1,108.03. Please amend your report to clarify the discrepancy.

-The Detailed Summary Page, on Line 18 Column B of your report, discloses \$14,016.97 in transfers from the non-federal account for joint activity for the calendar year. However, Line 21 (a)(ii) Column B discloses \$12,926.94 as the non-federal share for joint activity for the calendar year. While the non-federal account is permitted to transfer funds to the federal account for allocable activity, transfers from the non-federal account for amounts greater than the non-federal share of allocable activity are prohibited by 11 CFR §102.5(a)(1)(i). Please clarify this discrepancy.

The Commission recommends that you immediately transfer back to the non-federal account, the amount which was transferred to the federal account in excess of the non-federal share. Although the Commission may take further legal action concerning this prohibited activity, your prompt action will be taken into consideration.